

Message Text

CONFIDENTIAL

PAGE 01 BRASIL 00664 01 OF 02 251546Z
ACTION ARA-10

INFO OCT-01 EUR-12 ISO-00 CIAE-00 DODE-00 PM-04 H-01
INR-07 L-03 NSAE-00 NSC-05 PA-01 PRS-01 SP-02 SS-15
USIA-06 AID-05 COME-00 EB-08 FRB-03 TRSE-00 XMB-02
OPIC-03 CIEP-01 LAB-04 SIL-01 OMB-01 ACDA-07 IO-13
NRC-05 OES-06 FEAE-00 ERDA-05 DOTE-00 AF-08 NEA-10
/150 W

-----251646Z 038619 /44

R 251445Z JAN 77
FM AMEMBASSY BRASILIA
TO SECSTATE WASHDC 9764
AMEMBASSY OTTAWA
INFO AMEMBASSY BONN
AMEMBASSY BOGOTA
AMEMBASSY LIMA
AMCONSUL RIO DE JANEIRO
AMCONSUL SAO PAULO

C O N F I D E N T I A L SECTION 1 OF 2 BRASILIA 0664

EO 11652 GDS
TAGS ECON, PARM, SHUM, PFOR, CA BR
SUBJECT: VISIT OF CANADIAN EXTERNAL AFFAIRS SECRETARY TO BRAZIL

REF:A) OTTAWA 0123 B) BRASILIA 0169 (NOTAL)

SUMMARY: THE ECONOMIC RESULTS OF THE VISIT OF CANADIAN
EXTERNAL AFFAIRS SECRETARY DONALD JAMIESON TO BRAZIL
JANUARY 12-18 ADDED UP TO SOME US \$2BILLION IN INVESTMENTS
AND OTHER ARRANGEMENTS OVER THE NEXT TEN YEARS, SUGGESTING
THAT THE MAIN OBJECTIVE OF THE JAMIESON VISIT--EXPANDED
ECONOMIC RELATIONS--WAS ACHIEVED. ON THE POLITICAL SIDE,
UNCONCEALABLE CANADIAN-BRAZILIAN POLICY DISAGREEMENT ON THE
TRANSFER MF SENSITIVE NUCLEAR TECHNOLOGY, AND TO A SMALLER
EXTENT ON HUMAN RIGHTS, HAS CONTRIBUTED TO NEGATIVE ASSESSMENT
IN THE PRESS OF THE POLITICAL ACHIEVEMENTS OF THE VISIT.

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 BRASIL 00664 01 OF 02 251546Z

CANADIAN SOURCES HERE, HOWEVER, TAKE GENERALLY POSITIVE
VIEW OF VISIT'S ECONOMIC AND POLITICAL ACCOMPLISHMENTS,
NOTING THAT JAMIESON RECEIVED FULL AND CAREFUL HEARING
AT HIGHEST LEVELS AND GOT HIS POINTS ACROSS. FOR BRAZIL, VISIT
WAS IMPORTANT AS ANOTHER RECOGNITION OF BRAZIL'S IMPORTANCE BY
ONE MORE MAJOR WESTERN INDUSTRIAL COUNTRY, WITH ATTENDANT TRADE
AND TECHNOLOGICAL OPPORTUNITIES, AND PROVIDED SUITABLY DRAMATIC

OCCASION FOR BRAZILIAN GOVERNMENT TO DISPLAY ITS DETERMINATION
TO DEVELOP FULL-CYCLE NUCLEAR INDUSTRY DESPITE FOREIGN OPPOSITION.
END SUMMARY.

1. ECONOMIC--AMONG THE MORE SIGNIFICANT TRADE AND INVESTMENT
DEALS APPROVED DURING JAMIESON'S VISIT ARE:

A. A JOINT VENTURE PROJECT FOR THE CONSTRUCTION OF LOCOMOTIVES
(VALUE: US\$550 MILLION);

B. CANADIAN INVESTMENTS IN BRAZILIAN COPPER AND BAUXITE PROJECTS
(US\$500 MILLION);

C. A JOINT VENTURE IN THE PETROCHEMICAL SECTOR (US\$100 MILLION);

D. A BARTER DEAL INVOLVING BRAZILIAN IRON ORE FOR CANADIAN
METALLURGICAL COAL (US\$500 MILLION);

E. A US\$50 MILLION LINE OF CREDIT FOR THE PURCHASE OF CANADIAN
INDUSTRIAL EQUIPMENT.

THE CANADIANS ALSO EXPRESSED AN INTEREST IN PARTICIPATING IN
THE ITAIPU HYDROELECTRIC PROJECT AND CONSTRUCTION OF THE
NEW SAO PAULO INTERNATIONAL AIRPORT.

2. THE TWO FOREIGN MINISTERS ALSO SIGNED THREE AGREEMENTS
CONCERNING MECHANICAL COOPERATION, AS FOLLOWS:

A. A MEMORANDUM OF UNDERSTANDING BETWEEN BRAZIL AND CANADA
ON OFFERING TECHNICAL ASSISTANCE TO LDCS (SEE BELOW);

CONFIDENTIAL

CONFIDENTIAL

PAGE 03 BRASIL 00664 01 OF 02 251546Z

B. A LOAN CONTRACT OF 5 MILLION CANADIAN DOLLARS TO FINANCE
BILATERAL TECHNICAL COOPERATION PROJECTS IN THE AREAS OF TELECOMMUNI-
CATIONS, DATA PROCESSING, ELECTRIC ENERGY RESEARCH AND PERSONNEL
TRAINING;

C. A MEMORANDUM OF UNDERSTANDING ON THE SECOND NATIONAL PROGRAM
OF TECHNICAL COOPERATION BETWEEN BRAZIL AND CANADA. THIS AGREE-
MENT COVERS 23 PROJECTS IN THE FIELDS OF S&T, EDUCATION, AND
AGRICULTURE TO BE IMPLEMENTED DURING THE NEXT FIVE YEARS, (VALUE
70 MILLION CANADIAN DOLLARS);

3. IN SAO PAULO, JAMIESON INAUGURATED THE NEW OFFICES OF THE
CANADIAN CONSULATE GENERAL AND DISCUSSED CANADA'S INTEREST IN
FINANCING URBAN TRANSPORTATION PROJECTS AS WELL AS THE
NEW INTERNATIONAL AIRPORT. IN RIO DE JANEIRO, JAMIESON AND
MINISTER OF MINES AND ENERGY UEKI PRESIDED OVER THE SIGNING OF
A LETTER OF INTENTION BY REPRESENTATIVES OF KAISER/BRITISH
COLUMBIA AND CVRD (GOB STATE-OWNED MINING ENTERPRISE). UNDER
THIS AGREEMENT, CVRD BECOMES A 10 PER CENT SHAREHOLDER IN THE NEW

KAISER COAL MINE WITH A PREDICTED ANNUAL PRODUCTION CAPACITY OF 2 MILLION TONS.

4. PRINCIPAL POLITICAL TOPICS DISCUSSED DURING JAMIESON'S TWO WORKING SESSIONS WITH FOREIGN MINISTER SILVEIRA WERE, ACCORDING TO CANADIAN EMBASSY SOURCES, AND CONFIRMED IN PART BY THE COMMUNIQUE, TRANSFER OF SENSITIVE NUCLEAR TECHNOLOGY AND HUMAN RIGHTS, AND TO A LESSER EXTENT, INTER-AMERICAN SYSTEM, THE SITUATION IN AFRICA, MIDDLE EAST, AND LATIN AMERICA, AND LAW OF THE SEA. JAMIESON ALSO HAD AN UNSCHEDULED ONE AND A HALF HOUR SUBSTANTIVE SESSION WITH PRESIDENT GEISEL AT THE CLOSE OF HIS VISIT JANUARY 17. WHILE NO DETAILS OF THIS MEETING HAVE BEEN RELEASED, WE UNDERSTAND FROM CANADIAN SOURCES THAT HUMAN RIGHTS AND THE NUCLEAR ISSUE WERE ALSO DISCUSSED.

5. NUCLEAR ISSUES--PREVAILING PRESS INTERPRETATION HAS BEEN THAT MAJOR OBJECTIVE OF JAMIESON VISIT WAS TO PERSUADE BRAZIL TO CONFIDENTIAL

CONFIDENTIAL

PAGE 04 BRASIL 00664 01 OF 02 251546Z

SIGN NPT OR ACCEPT FULL-SCOPE SAFEGUARDS ON NUCLEAR FACILITIES. ACCORDING TO CANADIANS HERE, BRAZILIAN PRESS APPARENTLY BASED THIS MISPERCEPTION ON TIMING OF CANADIAN AMBASSADOR'S STATEMENT OF CANADA'S POLICY ON EXPORT OF NUCLEAR TECHNOLOGY ONLY FOUR DAYS BEFORE JAMIESON'S ARRIVAL AND JAMIESON'S COMMENT ON ARRIVAL IN BRASILIA--IN RESPONSE TO PRESS QUESTION--THAT HE WOULD USE OPPORTUNITY TO EXPLAIN CANADA'S NUCLEAR POLICY, THUS FLATLY CONTRADICTING STATEMENT MADE ONLY SHORTLY BEFORE BY SILVEIRA THAT NUCLEAR ISSUES WERE NOT

CONFIDENTIAL

NNN

CONFIDENTIAL

PAGE 01 BRASIL 00664 02 OF 02 251627Z
ACTION ARA-10

INFO OCT-01 EUR-12 ISO-00 CIAE-00 DODE-00 PM-04 H-01
INR-07 L-03 NSAE-00 NSC-05 PA-01 PRS-01 SP-02 SS-15
USIA-06 AID-05 COME-00 EB-08 FRB-03 TRSE-00 XMB-02
OPIC-03 CIEP-01 LAB-04 SIL-01 OMB-01 ACDA-07 IO-13
NRC-05 OES-06 FEAE-00 ERDA-05 DOTE-00 AF-08 NEA-10
/150 W

-----251646Z 039119 /44

R 251445Z JAN 77

FM AMEMBASSY BRASILIA
TO SECSTATE WASHDC 9765
AMEMBASSY OTTAWA
INFO AMEMBASSY BONN
AMEMBASSY BOGOTA
AMEMBASSY LIMA
AMCONSUL RIO DE JANIERO
AMCONSUL SAO PAULO

C O N F I D E N T I A L SECTION 2 OF 2 BRASILIA 0664

ON THE AGENDA. SUBSEQUENT SENSATIONALIST BRAZILIAN PRESS REPORTING
TENDE TO INTERPRET TALKS AS TEST OF WILLS, WITH CANADIANS
ATTEMPTING TO "IMPOSE THEIR NUCLEAR POLICY." CANADIAN SOURCES
HERE ALSO NOTED THERE WAS NO BASIS FOR PRESS CLAIMS THAT (A)
CANADA HAD OFFERED TO MEDIATE US-BRAZIL DISPUTE OVER NUCLEAR
SAFEGUARDS OR (B) JAMIESON WAS SOMEHOW ACTING AS SURROGATE FOR
NEW CARTER ADMINISTRATION IN PRESSING FOR NPT ACCESSION.

6. IN FINAL PRESS CONFERENCE JAMIESON WENT OUT OF HIS WAY TO
MAKE POINT THAT IN EFFECT BRAZIL AND CANADA HAD AGREED TO DIS-
AGREE ON NUCLEAR POLICY, THOUGHT HE CLAIMED THERE WERE WIDE AREAS
OF CONCURRENCE, AND THAT CANADA SOUGHT ONLY TO EXPLAIN ITS
POLICY, NOT IMPOSE IT. (SILVEIRA ALSO STATED PUBLICLY THAT CANADIANS
HAD NOT SAID ANYTHING THAT COULD BE INTERPRETED AS "PRESSURE.")
IN HIS RIO PRESS CONFERENCE, JAMIESON ALSO NOTED THAT "CANADA, LIKE
BRAZIL, SPEAKS FOR ITSELF AND FOR ITSELF ONLY, ON ALL ISSUES
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 BRASIL 00664 02 OF 02 251627Z

INCLUDING THE NUCLEAR ONE." ITAMARATY
SOURCES, CITED IN ONE PRESS ANALYSIS, WERE REPORTED AS STATING
THAT FOREIGN MINISTRY FULL AWARE THAT CANADA WAS NOT CARRYING
THE US NUCLEAR BRIEF, BUT SAW VISIT AS EXCELLENT OPPORTUNITY
TO WARN CARTER ADMINISTRATION AGAINST INTERFERENCE WITH BRAZIL'S
NUCLEAR DEVELOPMENT.

7. ACCORDING TO CANADIAN EMBASSY SOURCE, COMMUNIQUE, WHICH SILENT
ON NUCLEAR ISSUE, ALMOST INCLUDED SENTENCE
RECOGNIZING THAT THE TWO SIDES HAD DISCUSSED THEIR CONCERNS WITH
REGARD TO "NON-PROLIFERATION, THE TRANSFER OF NUCLEAR TECHNOLOGY
FROM THE DEVELOPED TO THE LESS DEVELOPED COUNTRIES, AND FURTHER
IMPROVEMENT OF IAEA SAFEGUARDS," BUT THAT PRESIDENT GEISEL
HIMSELF HAD PERSONALLY RULED SUCH LANGUAGE OUT OF TEXT. MAKING
POINT THAT CANADA AND BRAZIL WERE NOT ENTIRELY WITHOUT
COMMON GROUND, JAMIESON STATED PUBLICLY AT ONE POINT THAT
IAEA SAFEGUARDS WORKED OUT BY FRG AND BRAZIL WERE OF "HIGHEST ORDER.Z

8. HUMAN RIGHTS--CANADIAN SOURCES HERE CONFIRM THAT JAMIESON
PRESENTED CANADIAN VIEW ON HUMAN RIGHTS BOTH TO SILVEIRA AND TO
PRESIDENT GEISEL, THOUGH THEY NOTED THAT DISCUSSIONS WERE IN

CONTEXT OF GENERAL REVIEW OF LATIN AMERICAN SITUATION RATHER THAN BRAZIL-SPECIFIC. LIMITED INFORMATION AVAILABLE SO FAR FROM CANADIANS INDICATES THAT BOTH SILVEIRA AND GEISEL CITED BRAZIL'S IMPROVED RECORD ON HUMAN RIGHTS, CONTRASTING IT FAVORABLY WITH SITUATION IN SOME OTHER HEMISPHERIC COUNTRIES AND POINTING TO WIDE PRESS FREEDOM EXISTING IN BRAZIL. IN PRESS CONFERENCE JAMIESON ACKNOWLEDGED THAT HE HAD NOTED SOME "RESENTMENT" ON PART OF SILVEIRA AND GOB BECAUSE OF ITS FEELING THAT BOTH BRAZIL AND LATIN AMERICA HAD BEEN "SINGLED OUT FOR THE VERY STRONG FEELINGS OF SOME PERSONS ABOUT HUMAN RIGHTS." JAMIESON COMMENTED THAT HE BELIEVED HUMAN RIGHTS PROBLEMS IN CHILE AND ARGENTINA TO BE "MUCH MORE VISIBLE AND MUCH MORE SERIOUS" THAN THAT IN BRAZIL. CANADIANS REPORTEDLY MADE EFFORT TO ACKNOWLEDGE IN COMMUNIQUE AT LEAST THAT HUMAN RIGHTS SITUATION IN LESS DEVELOPED COUNTRIES WAS AN ITEM

CONFIDENTIAL

CONFIDENTIAL

PAGE 03 BRASIL 00664 02 OF 02 251627Z

DISCUSSED, BUT BRAZILIANS REFUSED.

9. REGIONAL REVIEWS--DISCUSSIONS OF AFRICAN SITUATION WERE DESCRIBED BY CANADIANS HERE AS "NOT EXTENSIVE." "MEMORANDUM OF UNDERSTANDING" SIGNED DURING VISIT ON "TRIPARTITE COOPERATION" ENVISAGES JOINT BRAZILIAN-CANADIAN PROJECTS IN OTHER LESS DEVELOPED COUNTRIES. CANADIANS HERE STATE THAT THIS COOPERATION STILL VERY MUCH IN FORMATIVE STATE, THOUGH ONE IDEA DISCUSSED IS CANADIAN USE OF BRAZILIAN EDUCATIONAL INSTITUTIONS TO TRAIN PORTUGUESE-SPEAKING AFRICANS.

10. COMMUNIQUE ACKNOWLEDGED ONLY THAT VIEWS HAD BEEN EXCHANGED ON INTER-AMERICAN SYSTEM, WITH CLOSER WORKING RELATIONSHIP BETWEEN CANADA AND THE SYSTEM PROVING BENEFICIAL. JAMIESON ACKNOWLEDGED IN PRESS CONFERENCE ONCE AGAIN THAT CANADA DOES NOT FEEL IT OPPORTUNE AT THIS TIME TO ASSUME FULL MEMBERSHIP IN OAS.

11. POLITICAL TONE--MUCH OF RHETORIC IN SPEECHES AND TOASTS DURING VISIT PLAYED UP IMPORTANCE OF SIMILARITIES BETWEEN CANADA AND BRAZIL: COUNTRIES OF CONTINENTAL DIMENSIONS, WITH FEDERAL SYSTEMS, DRAWN FROM EUROPEAN ROOTS, BUT WHICH ACHIEVED THEIR INDEPENDENCE WITHOUT WAR, AND COMMITTED TO MIXED ECONOMIES. JAMIESON NOTED TWO COUNTRIES FACE SAME CHALLENGE OF DEVELOPING VAST AND OFTEN INHOSPITABLE TERRITORY WITH LIMITED CAPITAL RESOURCES. JAMIESON ECHOED FAMILIAR BRAZILIAN THEME BY RECOGNIZING THAT BOTH CANADA AND BRAZIL WERE NOW BROADENING THE SPECTRUM OF THEIR FOREIGN CONTACTS AND MOVING TOWARD GREATER "INDEPENDENCE."

12. NOTWITHSTANDING OBSESSION OF PRESS WITH NUCLEAR ASPECTS OF VISIT, WHICH TENDED AT TIMES TO ECLIPSE MAJOR ECONOMIC RESULTS, AND TENDENCY TO PERCEIVE ELEMENT OF CONFRONTATION IN TALKS, CANADIANS HERE BELIEVE VISIT WAS POLITICALLY SUCCESSFUL BECAUSE JAMIESON RECEIVED GOOD HEARING AND GOT ATTENTION HE NEEDED TO MAKE EFFECT-

IVELY, AT HIGHEST LEVELS, PRINCIPAL POLITICAL POINTS HE WANTED
TO MAKE. BECAUSE OF APPARENT STANDOFF ON NUCLEAR ISSUE, PRESS
HERE, HOWEVER, IN ASSESSING VISIT CONTINUES TO USE SUCH LANGUAGE
CONFIDENTIAL

CONFIDENTIAL

PAGE 04 BRASIL 00664 02 OF 02 251627Z

AS POLITICAL "DISASTER" OR "FAILURE," OR "MOST
CONTROVERSIAL HIGH LEVEL VISIT IN RECENT YEARS." FROM BRAZILIAN
VANTAGE POINT, CANADIANS ARE LATEST IN SERIES OF MAJOR INDUSTRIAL
COUNTRY TO RECOGNIZE THEIR PRESENT IMPORTANCE AND EVEN GREATER
FUTURE POTENTIAL, OFFERING THEREBY ONE MORE "OPTION" IN BRAZIL'S
CONTINUING DRIVE TO DIVERSIFY ITS FOREIGN CONTACTS. FINALLY,
VISIT GAVE BOG A SUITABLY ATTENTION-GETTING OCCASION TO MAKE FOR
BENEFIT OF INTERNATL DOUBTERS AS WELL AS FOR US AND FRG,
BRAVE STATEMENT OF ITS DETERMINATION TO FOLLOW THROUGH ON ITS
NUCLEAR DEVELOPMENT.
CRIMMINS

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: MINISTERIAL VISITS
Control Number: n/a
Copy: SINGLE
Sent Date: 25-Jan-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977BRASIL00664
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Expiration:
Film Number: D770026-1245
Format: TEL
From: BRASILIA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770122/aaaaataj.tel
Line Count: 298
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: d47e9ed1-c288-dd11-92da-001cc4696bcc
Office: ACTION ARA
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 6
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 77 OTTAWA 123, 77 BRASILIA 169
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 30-Nov-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3515473
Secure: OPEN
Status: NATIVE
Subject: VISIT OF CANADIAN EXTERNAL AFFAIRS SECRETARY TO BRAZIL
TAGS: ECON, PARM, SHUM, PFOR, CA, BR, (JAMIESON, DONALD)
To: STATE OTTAWA
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/d47e9ed1-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009